

NATIONAL CREDIT UNION SHARE INSURANCE FUND



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

September 30, 2022

A handwritten signature in black ink, appearing to read 'Eugene H. Schied', is positioned above the name of the Chief Financial Officer.

**EUGENE H. SCHIED
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
MANAGEMENT OVERVIEW
September 30, 2022**

Balance Sheets

Receivables from Asset Management Estates, Net is \$81.4 million; it is comprised of natural person credit unions and corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$183.2 million; \$11.3 million is for specific reserves for natural person credit unions, and \$171.9 million is for general reserves.

Statements of Net Cost

For the month ended September 30, 2022, the fund had net income of \$10.5 million. The fund recognized gross revenues of \$24.5 million and total operating expenses of \$19.8 million. The fund recognized an insurance loss reduction of \$5.8 million during the month of September 2022.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
BALANCE SHEETS
(Dollars in thousands)**

	<u>September 2022</u>	<u>September 2021</u>
ASSETS		
INTRAGOVERNMENTAL		
Fund Balance with Treasury	\$ 29,414	\$ 64,220
Investments, Net - U.S. Treasury Securities	19,453,505	19,385,482
Accrued Interest Receivable - Investments	114,844	96,196
Accounts Receivable - Due from the NCUA Operating Fund	2,465	1,180
Advances and Prepayments	11,488	-
Total Intragovernmental Assets	<u>19,611,716</u>	<u>19,547,078</u>
WITH THE PUBLIC		
Accounts Receivable - Due from Insured Credit Unions, Net	545,042	1,096,823
General Property, Plant, and Equipment, Net	-	10
Advances and Prepayments	1,269	4,808
Receivables from Asset Management Estates (AMEs), Net*	81,391	265,778
Total with the Public Assets	<u>627,702</u>	<u>1,367,419</u>
TOTAL ASSETS	<u>\$ 20,239,418</u>	<u>\$ 20,914,497</u>
LIABILITIES		
INTRAGOVERNMENTAL		
Accounts Payable - Due to the NCUA Operating Fund	\$ 29	\$ 98
Total Intragovernmental Liabilities	<u>29</u>	<u>98</u>
WITH THE PUBLIC		
Accounts Payable	34,022	12,416
Insurance and Guarantee Program Liabilities*	183,222	162,887
Other Liabilities	1,022	2,444
Total with the Public Liabilities	<u>218,266</u>	<u>177,747</u>
TOTAL LIABILITIES	<u>218,295</u>	<u>177,845</u>
NET POSITION		
Cumulative Results of Operations	3,120,197	4,958,130
Contributed Capital	16,900,926	15,778,522
Total Net Position	<u>20,021,123</u>	<u>20,736,652</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 20,239,418</u>	<u>\$ 20,914,497</u>

* Receivable from AMEs, Net and Insurance and Guarantee Program Liabilities lines are generally updated quarterly.

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF NET COST
(Dollars in thousands)**

	<u>September 2022</u>	<u>September 2022 YTD</u>	<u>September 2021 YTD</u>
GROSS COSTS			
Operating Expenses*	\$ 19,773	\$ 154,552	\$ 146,877
Provision for Insurance Losses			
Reserve Expense (Reduction)	15,998	23,504	(781)
AME Receivable Bad Debt Expense	(21,750)	(73,614)	(139,283)
Total Provision for Insurance Losses	<u>(5,752)</u>	<u>(50,110)</u>	<u>(140,064)</u>
Other Losses	<u>-</u>	<u>150</u>	<u>32</u>
Total Gross Costs	<u>14,021</u>	<u>104,592</u>	<u>6,845</u>
LESS EXCHANGE REVENUES			
Guarantee Fee Revenue - NGNs	-	-	(625)
Other Revenue	(14)	(444)	(3,139)
Total Exchange Revenues	<u>(14)</u>	<u>(444)</u>	<u>(3,764)</u>
TOTAL NET COST/(INCOME) OF OPERATIONS	<u>\$ 14,007</u>	<u>\$ 104,148</u>	<u>\$ 3,081</u>
LESS NON-EXCHANGE REVENUES			
Interest Revenue - Investments	(24,488)	(203,922)	(174,942)
Total Non-Exchange Revenues	<u>(24,488)</u>	<u>(203,922)</u>	<u>(174,942)</u>
TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES	<u>\$ (10,481)</u>	<u>\$ (99,774)</u>	<u>\$ (171,861)</u>

*National Credit Union Share Insurance Fund operating expenses are the total NCUA operating expenses reduced by the Operating Fund allocation as determined by the overhead transfer rate.

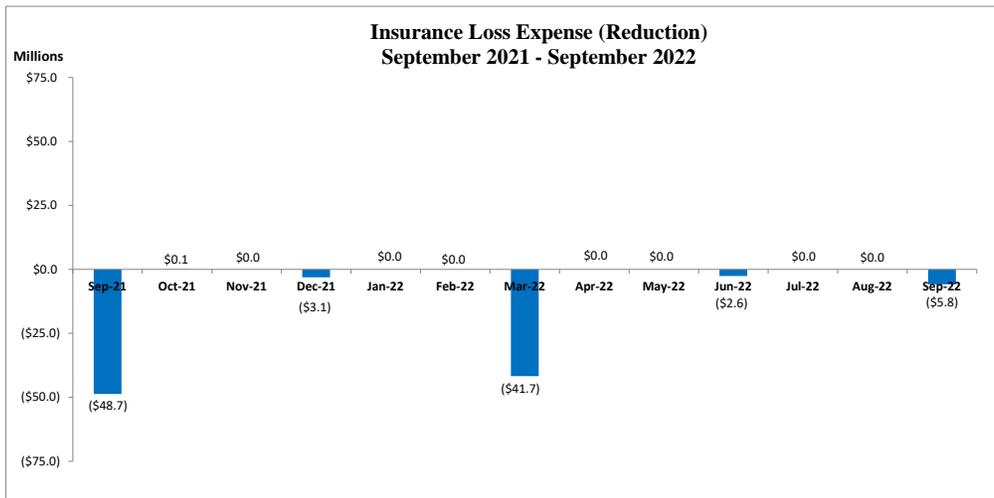
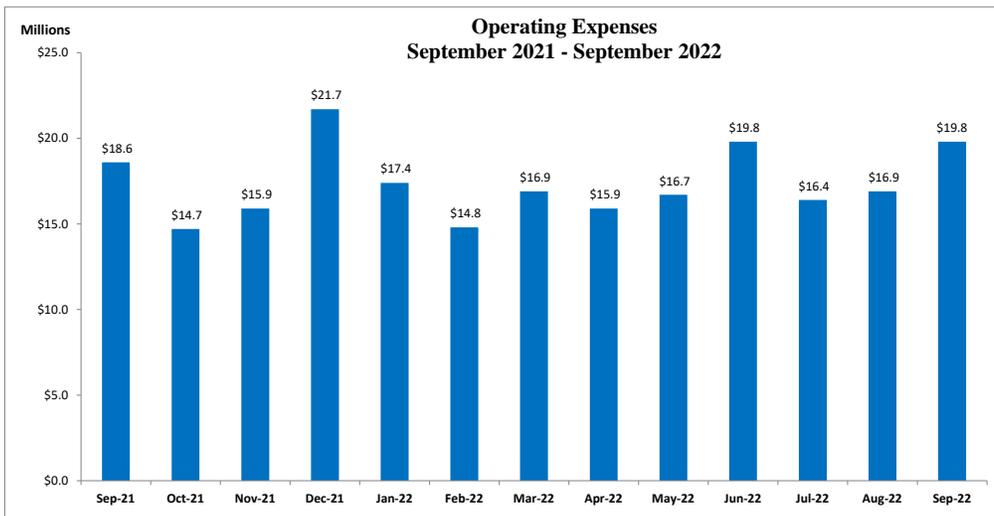
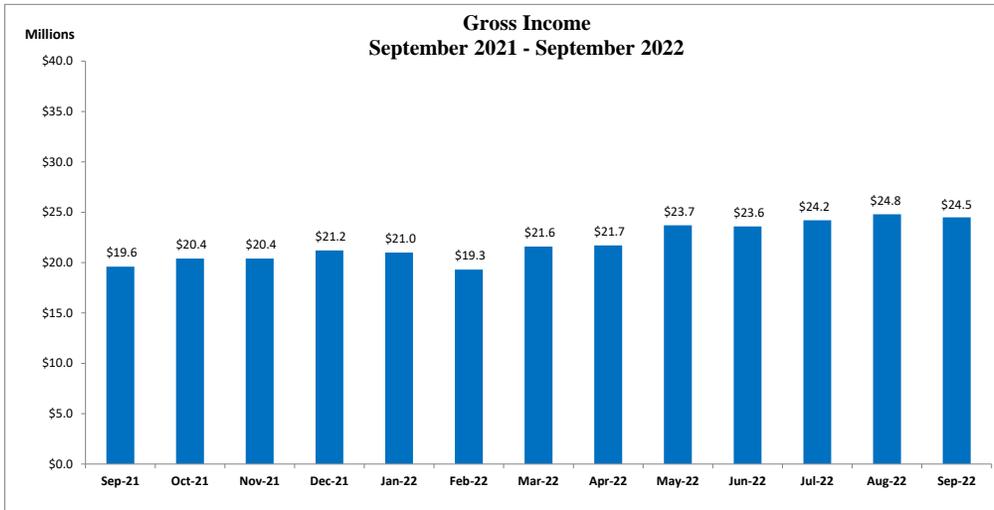
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**NATIONAL CREDIT UNION ADMINISTRATION
SHARE INSURANCE FUND
STATEMENTS OF CHANGES IN NET POSITION
(Dollars in thousands)**

	<u>September 2022</u>	<u>September 2021</u>
CUMULATIVE RESULTS OF OPERATIONS		
Beginning Balances	\$ 4,780,200	\$ 5,132,167
Non-Exchange Revenue		
Interest Revenue - Investments	203,922	174,942
Net Unrealized Gain/(Loss) - Investments	(1,759,777)	(345,898)
Net Income /(Cost) of Operations	<u>(104,148)</u>	<u>(3,081)</u>
Change in Cumulative Results of Operations	<u>(1,660,003)</u>	<u>(174,037)</u>
CUMULATIVE RESULTS OF OPERATIONS	<u>3,120,197</u>	<u>4,958,130</u>
CONTRIBUTED CAPITAL		
Beginning Balances	15,783,657	13,810,674
Change in Contributed Capital	<u>1,117,269</u>	<u>1,967,848</u>
CONTRIBUTED CAPITAL	<u>16,900,926</u>	<u>15,778,522</u>
NET POSITION	<u>\$ 20,021,123</u>	<u>\$ 20,736,652</u>
NET POSITION BREAKDOWN		
Credit Union Contributed Capital	16,900,926	15,778,522
Retained Earnings	<u>4,905,392</u>	<u>4,792,950</u>
Total Net Position Without Unrealized Gain/ (Loss)	<u>21,806,318</u>	<u>20,571,472</u>
Unrealized Gain/ (Loss) - Investments	<u>(1,785,195)</u>	<u>165,180</u>
NET POSITION	<u>\$ 20,021,123</u>	<u>\$ 20,736,652</u>

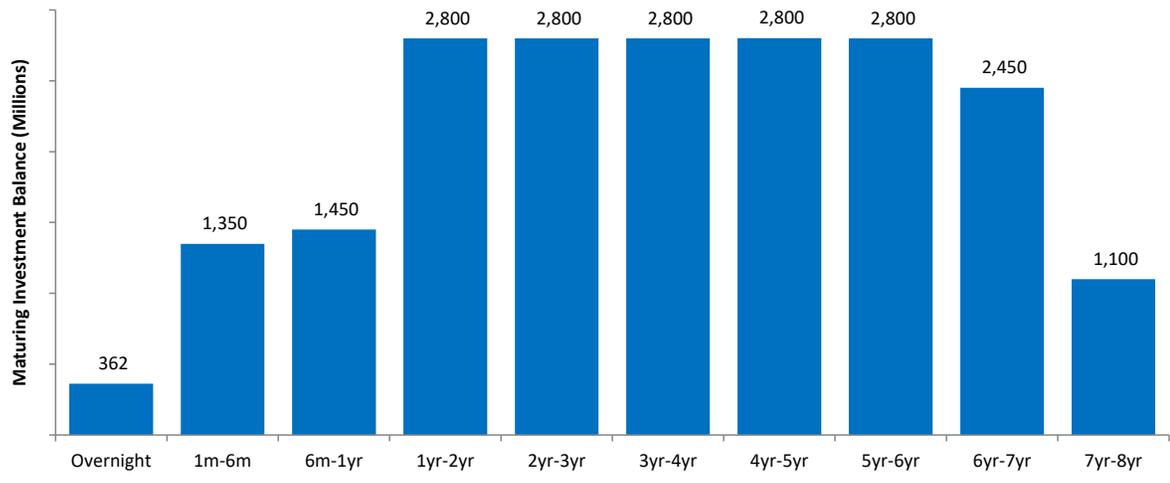
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**NATIONAL CREDIT UNION ADMINISTRATION
 SHARE INSURANCE FUND
 STATISTICAL INFORMATION
 September 30, 2022**



The information provided in the supporting statement above is preliminary and unaudited.

INVESTMENT PORTFOLIO SUMMARY
September 30, 2022

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)																											
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield																						
Daily Treasury Account	\$ 362,150,000	\$ 362,150,000	\$ -	100.00%	2.72%																						
U.S. Treasury Notes	20,876,550,360	19,091,354,904	(1,785,195,456)	91.45%	1.39%																						
Total	\$ 21,238,700,360	\$ 19,453,504,904	\$ (1,785,195,456)	91.59%	1.42%																						
II. INVESTMENT PORTFOLIO SUMMARY																											
	Last Month	Current Month	CY To Date																								
Investment Yield	1.41%	1.42%	1.31%																								
Investment Income	\$ 24,832,701	\$ 24,487,936	\$ 203,922,319																								
Weighted Avg. Maturity in Days	1,341	1,311																									
III. MONTHLY ACTIVITY																											
Purchased	Type	Amount	Maturity	Yield																							
TOTAL		\$ -																									
IV. MATURITY SCHEDULE (par value in millions)																											
TOTAL		\$ 20,712																									
 <table border="1" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th>Maturity Bucket</th> <th>Maturing Investment Balance (Millions)</th> </tr> </thead> <tbody> <tr><td>Overnight</td><td>362</td></tr> <tr><td>1m-6m</td><td>1,350</td></tr> <tr><td>6m-1yr</td><td>1,450</td></tr> <tr><td>1yr-2yr</td><td>2,800</td></tr> <tr><td>2yr-3yr</td><td>2,800</td></tr> <tr><td>3yr-4yr</td><td>2,800</td></tr> <tr><td>4yr-5yr</td><td>2,800</td></tr> <tr><td>5yr-6yr</td><td>2,800</td></tr> <tr><td>6yr-7yr</td><td>2,450</td></tr> <tr><td>7yr-8yr</td><td>1,100</td></tr> </tbody> </table>						Maturity Bucket	Maturing Investment Balance (Millions)	Overnight	362	1m-6m	1,350	6m-1yr	1,450	1yr-2yr	2,800	2yr-3yr	2,800	3yr-4yr	2,800	4yr-5yr	2,800	5yr-6yr	2,800	6yr-7yr	2,450	7yr-8yr	1,100
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